

Fact sheet - 31 Mar 2019

NAV per unit SAR 11.9631

Key Facts	
Fund Manager	Itqan Capital
Fund Class	Capital Preservation
Currency	Saudi Riyal (SAR)
Fund Type	Open-ended Fund
Fund Category	Diversified Public Fund
Subscription	Every working day
Redemption	Every working day
Valuation Days	Every working day
Redemption Payment	Within 2 working days of next valuation day
Unit Value @ Inception	SAR 10
Commencement	4-Aug-2008
Benchmark	Three months SIBID
Risk Level	Low-Medium
Management Fee	0.25% annually of NAV
Admin & Unit Processing fee	0.15% annually of NAV
other Fees	0.10% annually of NAV
External Auditor	Osama Abdullah El-Khereiji & Partner
Bloomberg Ticker	ALDLIQS AB
Morningstar SecID	F00000PW83
Reuters Code	LP65135696
Zawya Code	TFGADLS.IF
Manager investment percentag	10.31%
Fees	0.40%
Total fees	0.64%
LOANS	0.00%
Dealing Fees	0.00%

Fund Manager Commentary

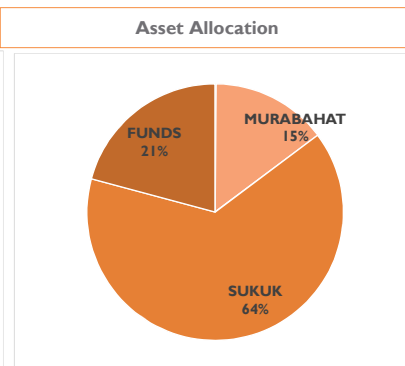
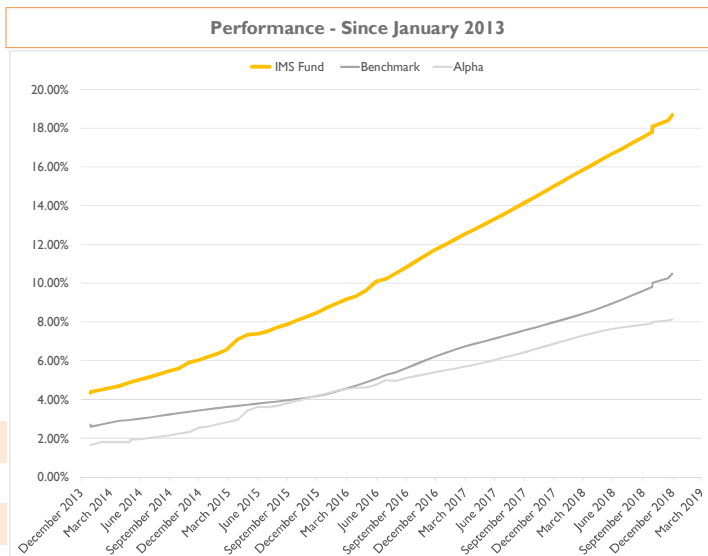
Itqan Murabahat and Sukuk Fund continued strongly to outperform its mandated benchmark during February 2019, achieving an annualized return of 3.23% during this period aggregating the total cumulative returns since the establishment of the Fund to 19.63% and the cumulative surplus of 8.43% against the market index during the same period.

International fixed income markets witnessed great challenges in the fourth quarter of 2018. The American Federal Reserve raised the benchmark interest rate by 25 basis points, which led to a lot of concerns about the overall economic slowdown, as well scrutiny relating to US dollar denominated securities. All of which constituted a challenge for the Fund Manager to maintain the performance of the Fund during the future period.

Saudi Arabia's GDP is expected to witness growth as a result of diversification in its investment portfolio, the rise in the oil prices, and increase in government spending on development projects.

The fixed income markets in the region have been affected by many of the current political factors. In this context, the Fund Manager has been especially cautious in choosing sukuk and asset allocation in the Fund while continuing to invest in Murabaha with local and GCC banks to achieve strong performance during the first quarter.

Fund Performance		
Period	Fund	Benchmark
2014	1.78%	0.82%
2015	2.31%	0.72%
2016	2.99%	2.03%
2017	2.97%	1.66%
2018	2.95%	2.18%
YTD	0.80%	0.64%
Since Inception	19.63%	11.20%
Accumulative Alpha	8.43%	
Standard Deviation	0.63%	0.08%
Sharpe Ratio	0.13%	



Fund Objectives

Itqan Murabahat & Sukuk Fund (SAR) is a public diversified fund aimed at realizing Shariah-compliant superior returns while preserving capital participation, providing investors with the facility of redemption upon need and with the best method of risk management. In order to achieve its investment objectives, the Fund will primarily invest in a diversified portfolio of high-quality Shariah-compliant short- and medium-term investment instruments including: commodity Murabaha-based transactions, various kinds of listed Sukuk, and units of investment funds

